

STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES
Land Division
Honolulu, Hawaii 96813

October 13, 2006

Board of Land and Natural Resources
State of Hawaii
Honolulu, Hawaii

Oahu

Request to Extend the Cure Period for the Notice of Default
on General Lease No. S-5874, Melodie R. Aduja and Peter
Aquino Aduja, Lessees, Kahaluu, Koolaupoko, Oahu, Tax Map
Key: 4-7-20:35 seaward.

REMARKS:

The lessees provided their DTRIC certificate of liability insurance in August 2006, however the State of Hawaii is not listed as an additional insured as required by the terms of their pier lease. A certified notice of default letter was mailed July 25, 2006, and received August 7, 2006. Ms. Aduja called staff and explained that their insurance carrier would not list the State as additional insured, but she is seeking a separate policy to fulfill the State's requirements. Because of the lengthy process, she asked for an extension of sixty (60) days to cure the default. The cure period expired on October 6, 2006.

Staff recommends granting an extension, as our experience has been that many pier lessees have had problems with their homeowners' policy not listing the State as additional insured.

RECOMMENDATION:

That the Board grant an extension of an additional 60 days to the notice of default cure period, for General lease No. S-5874 subject to the following:

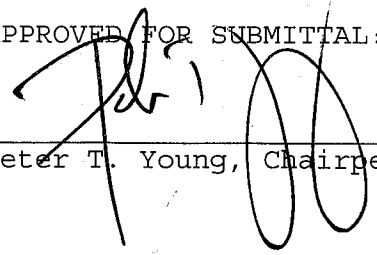
1. Such other terms and conditions as may be prescribed by the Chairperson to best serve the interests of the State.

Respectfully Submitted,



Al Jodar
Land Agent

APPROVED FOR SUBMITTAL:


Peter T. Young, Chairperson